

**CITY OF BISMARCK**  
**EMPLOYEES PENSION FUND**  
**State Investment Board**  
**Balance Sheet**  
**As of 8/31/2008**

	As of <u>8-31-08</u>	As of <u>6-30-08</u>
<b>ASSETS:</b>		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 14,973,515	\$ 14,931,773
INTERNATIONAL EQUITIES	5,390,586	5,751,631
DOMESTIC FIXED INCOME	18,794,663	18,366,334
INTERNATIONAL FIXED INCOME	4,629,628	4,731,544
REAL ESTATE	5,056,299	5,375,053
ALTERNATIVE INVESTMENTS	291,652	303,817
INVESTED CASH (NOTE 1)	<u>64,854</u>	<u>177,709</u>
 TOTAL INVESTMENTS	 49,201,197	 49,637,861
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	<u>85,596</u>	<u>82,703</u>
 TOTAL RECEIVABLES	 85,596	 82,703
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	917,269	917,267
 TOTAL ASSETS	 <u>\$ 50,204,062</u>	 <u>\$ 50,637,831</u>
 <b>LIABILITIES:</b>		
SECURITIES LENDING COLLATERAL (NOTE 2)	917,269	917,267
INVESTMENT EXPENSE PAYABLE	<u>67,201</u>	<u>67,832</u>
 TOTAL LIABILITIES	 984,470	 985,099
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	49,652,732	51,545,555
CASH IN DURING YEAR (NOTE 3)	0	0
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>(433,140)</u>	<u>(1,892,823)</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>49,219,592</u>	 <u>49,652,732</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 50,204,062</u>	 <u>\$ 50,637,831</u>

**CITY OF BISMARCK  
EMPLOYEES PENSION FUND  
State Investment Board  
Profit and Loss Statement  
For the Month Ended 8/31/2008**

	Month Ended <u>8-31-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 115,452	\$ 208,566
SECURITIES LENDING INCOME	<u>1,799</u>	<u>3,760</u>
	117,251	212,326
 GAIN ON SALE OF INVESTMENTS	 286,971	 652,006
LOSS ON SALE OF INVESTMENTS	<u>236,281</u>	<u>537,580</u>
 NET GAINS (LOSSES) INVESTMENTS	 50,690	 114,426
 INVESTMENT EXPENSES	 28,968	 52,416
SECURITIES LENDING EXPENSES	1,459	2,911
 NET INVESTMENT INCOME	 137,514	 271,425
 NET APPREC (DEPREC) MARKET VALUE	 (189,094)	 (709,662)
MISCELLANEOUS INCOME/(EXPENSE)	<u>5,218</u>	<u>5,097</u>
 TOTAL INVESTMENT INCOME	 <u>(46,362)</u>	 <u>(433,140)</u>
 NET INCREASE (DECREASE)	 <u>\$ (46,362)</u>	 <u>\$ (433,140)</u>

**CITY OF BISMARCK**  
**EMPLOYEES PENSION FUND**  
**Notes To Financial Statements**  
**August 31, 2008**

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

**NOTE 1**    **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

**NOTE 2**    **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

**NOTE 3**    **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

**NOTE 4**    **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.